

**QUARTERLY REPORT**  
**2nd QUARTER**  
**2012**



**King County**

**KING COUNTY**  
**OFFICE OF PERFORMANCE, STRATEGY**  
**AND BUDGET**





## **King County**

**Office of Performance, Strategy & Budget**

Chinook Building  
401 Fifth Avenue, Suite 810  
Seattle, WA 98104

August 7, 2012

The Honorable Larry Gossett  
Chair, King County Council  
Room 1200  
C O U R T H O U S E

Dear Councilmember Gossett:

We are pleased to submit to you the Second Quarter 2012 Budget Report. This report presents allotment variances for expenditures through June 30, 2012 including the impact of approved and proposed supplemental appropriation ordinances. This report also updates the financial plans for selected Special Revenue Funds, Enterprise Funds, and Internal Service Funds.

### ***2nd Quarter General Fund Analysis***

The General Fund financial plan incorporates three main changes:

(1) Revenues forecasts have been updated based on the most recent information available including the updated revenue forecast adopted by the Forecast Council on July 25<sup>th</sup>. The revised 2012 revenue forecasts for the General Fund are \$7.2 million lower than what was included in the First Quarter report. The change is due to a further revision of DAJD contract revenues and a slightly lower sales tax forecast. In addition, the financial plan does not include the assumption of any property sales in 2012.

(2) Adopted and proposed General Fund supplementals, reappropriations, and carryovers totaling \$13.8 million in adopted expenditures and \$5.1million in pending expenditures have also been incorporated. The pending appropriations include the 2<sup>nd</sup> omnibus package and the King County Correctional Facility HVAC project.

(3) 2012 potential costs and the underexpenditure assumption have also been updated. The potential costs include funding for the Vashon Sheriff's Office and District Court facility, the Sheriff's Cold Case Unit, and unprogrammed contingency funds that may be

The Honorable Larry Gossett

August 7, 2011

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needed later this year. In addition, we have started to forecast underexpenditures for the year and have increased the assumption based on input from agencies and a review of historical data.

As a result of these adjustments, the General Fund's ending undesignated fund balance decreased slightly to \$33.8 million. This still meets the 6.5% target fund balance for 2012 and exceeds the 6% minimum reserve policy by \$2.7 million. The Rainy Day Reserve Fund is approximately \$16.1 million.

This report also includes financial plans for nine other county funds of interest. Please note that the financial plan for the County Roads fund is not included. The Road Services Division will be briefing council later this month on their financial status, including how they are managing expenditures this year.

If you have any questions or comments, please contact me at 206.263.9727.

Sincerely



Dwight Dively  
Director

cc: King County Councilmembers

ATTN: Michael Woywod, Chief of Staff, Council

Anne Noris, Clerk of the Council

Pat Hamacher, Committee Coordinator, Budget and Fiscal  
Management Committee

Al Sanders, Communications Director

Elected Officials and Department Directors

Fred Jarrett, Deputy County Executive, King County Executive Office

Rhonda Berry, Assistant Deputy County Executive, King County Executive Office

Budget Managers and Analysts, Office of Performance, Strategy and Budget

# **Quarterly Report 2nd Quarter 2012**

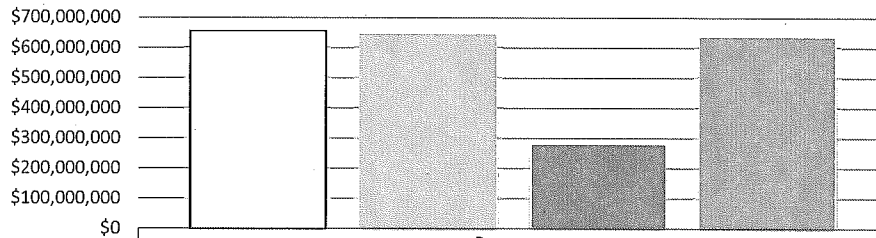
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**King County Quarterly Report Executive Summary**  
**2nd Quarter 2012**  
**General Fund Financial Plan**

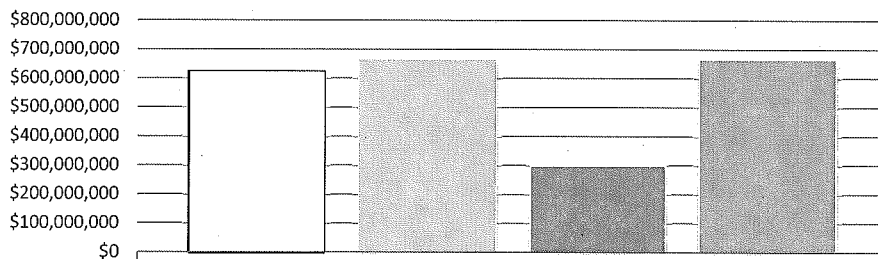
**Revenues (2Q)**



	Revenues
□ 2011 Actual	\$656,841,574
■ 2012 Adopted Budget	\$645,580,240
■ 2012 Year to Date Actual	\$280,809,382
■ 2012 Projection	\$636,683,375

**Notes:** Second quarter revenues reflect the most recent revenue assumptions provided by agencies. The most significant adjustments are attributable to lower DAJD revenue, updates to the sales tax forecast, and updates to interfund transfers. In addition, the assumption of property sales has been removed.

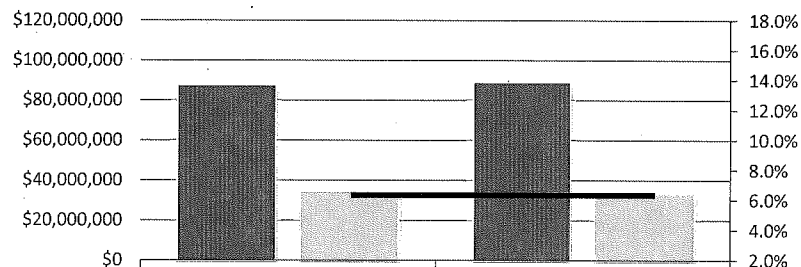
**Expenditures (2Q)**



	Expenditures
□ 2011 Actual	\$625,894,612
■ 2012 Budget	\$667,361,345
■ 2012 Year to Date Actual	\$300,676,136
■ 2012 Projection	\$666,183,534

**Notes:** 2012 expenditure projections include pending supplementals and updates to potential additional costs and underexpenditures.

**2012 Year End Fund Balance (2Q)**



	Adopted	Projected
■ Ending Fund Balance	\$87,920,240	\$89,241,113
■ Ending Undesignated Fund Balance	\$34,685,860	\$33,757,424
Undesignated Fund Balance as a % of Revenue	6.5%	6.5%

**Notes:** 2012 ending fund balance projections have increased due to higher than anticipated beginning fund balance. This fund balance will help offset future year deficits.

**General Fund Financial Plan**  
**2nd Quarter Report 2012**  
**Table 1**  
(in millions)

	2011 Actuals (a)	2012 Adopted	2012 1st Quarter	2012 2nd Quarter	2nd Quarter Adjustment
<b>BEGINNING FUND BALANCE</b>	<b>88.2</b>	<b>92.0</b>	<b>118.7</b>	<b>118.7</b>	<b>0.0</b>
<b>REVENUES (b)</b>					
Property Tax	296.9	299.1	301.7	301.7	0.0
Debt Service	(24.6)	(25.9)	(25.9)	(25.9)	0.0
Sales Tax	77.5	77.0	77.9	77.4	(0.5)
Intergovernmental Receipts	82.0	85.5	75.6	73.8	(1.8)
Interest Earnings and Pool Fees	2.4	1.5	1.7	1.9	0.2
Federal and State Revenue	20.5	21.2	21.0	20.9	(0.1)
Fines, Forfeits, Charges for Services, Other	130.5	115.7	120.1	115.3	(4.8)
Interfund Receipts	71.5	71.6	71.7	70.6	(1.1)
Supplemental Revenue (c)	0.0	0.0	0.2	1.0	0.8
<b>General Fund Revenues</b>	<b>656.8</b>	<b>645.6</b>	<b>643.9</b>	<b>636.7</b>	<b>(7.2)</b>
<b>EXPENDITURES</b>					
Operating Expenditures	(601.5)	(644.0)	(644.0)	(644.0)	0.0
CIP Expenditures & Reappropriations	(24.4)	(10.7)	(18.3)	(18.6)	(0.3)
Operating Corrections/Carryover/Reappropriations (c)	0.0	0.0	(6.2)	(11.1)	(4.9)
Potential Additional Costs (d)	0.0	0.0	(5.0)	(2.5)	2.5
Operating Underexpenditures	0.0	5.1	5.1	10.0	4.9
<b>General Fund Expenditures</b>	<b>(625.9)</b>	<b>(649.6)</b>	<b>(668.4)</b>	<b>(666.2)</b>	<b>2.2</b>
Accounting Adjustment	(0.4)	0.0	0.0	0.0	0.0
<b>Ending Fund Balance</b>	<b>118.7</b>	<b>87.9</b>	<b>94.2</b>	<b>89.2</b>	<b>(5.0)</b>
<b>RESERVES AND DESIGNATIONS</b>					
Operating and CIP Carryover	(13.0)	0.0	0.0	0.0	0.0
Designations	(6.2)	(6.9)	(6.2)	(6.2)	0.0
Subfund Balances	(4.5)	(2.9)	(4.5)	(4.5)	0.0
Salary, Wage and COLA Reserve	(1.4)	(1.8)	(1.6)	(1.6)	0.0
CIP Capital Reserve	0.0	(1.5)	(1.5)	(1.5)	0.0
Parks Partnership	(0.4)	(0.4)	(0.4)	(0.4)	0.0
Retirement Contribution Stabilization	(9.4)	(12.4)	(12.4)	(12.4)	0.0
Innovation and Customer Service Reserve	(0.1)	(0.1)	(0.1)	(0.1)	0.0
MIDD Buy-Back Reserve	0.0	0.0	0.0	0.0	0.0
Emergent CJ Reserve	(1.2)	0.0	0.0	0.0	0.0
BNSF Reserve	0.0	(0.4)	(0.4)	(0.4)	0.0
KCSO Fleet Reserve	0.0	(0.5)	(0.5)	(0.5)	0.0
Sales Tax Reserve	0.0	(2.4)	(2.4)	(2.4)	0.0
COLA Reserve	0.0	(1.2)	(1.2)	(1.2)	0.0
Public Health Reserve for Facility Moves	0.0	(2.0)	(2.0)	(2.0)	0.0
Major Maintenance Reserve (e)	0.0	(2.0)	(2.0)	(0.5)	1.5
Military Pay Supplemental Reserve	0.0	(0.1)	(0.1)	(0.1)	0.0
OPD Reserve from Property Sale Proceeds (f)	0.0	(3.0)	(3.0)	(1.7)	1.4
Executive Contingency	0.0	(0.1)	(0.1)	(0.1)	0.0
Outyear Deficit Reduction Reserve	(28.4)	(1.1)	(1.2)	0.0	1.2
Risk Mitigation Reserve	(20.0)	(14.6)	(20.0)	(20.0)	0.0
<b>Reserves</b>	<b>(84.5)</b>	<b>(53.2)</b>	<b>(59.5)</b>	<b>(55.5)</b>	<b>4.1</b>
<b>Ending Undesignated Fund Balance</b>	<b>34.2</b>	<b>34.7</b>	<b>34.7</b>	<b>33.8</b>	<b>(0.9)</b>
<b>6% Fund Balance Reserve</b>	<b>31.7</b>	<b>32.0</b>	<b>32.0</b>	<b>31.1</b>	<b>(0.9)</b>
<b>Over/Under 6% Minimum</b>	<b>2.5</b>	<b>2.7</b>	<b>2.7</b>	<b>2.7</b>	<b>0.0</b>
<b>Rainy Day Reserve Fund</b>	<b>16.0</b>	<b>15.9</b>	<b>16.1</b>	<b>16.1</b>	<b>0.0</b>



## **General Fund Financial Plan 2nd Quarter Report 2012**

**Table 1 - Footnotes address significant changes from the adopted budget and the 1st quarter report**

- (a) The 2011 Actual column reflects year end unaudited General Fund revenue and expenditures reported by ARMS. Actual year end fund balance is higher than expected due to slightly higher revenue, realized under expenditures, and under expenditures that will likely be reappropriated into 2012.
- (b) 2nd quarter revenues reflect the most recent revenue information available. The most significant adjustment is attributable to an additional downward revision in 2012 DAJD revenue. The newest OEFA forecast, adopted by the Forecast Council, has also been incorporated. Please note that the financial plan no longer assumes the sale of property as those appear unlikely in 2012.
- (c) Table 3 contains a complete listing of pending and adopted supplemental ordinances, which are included in the quarterly report. Supplemental revenues reflect additional revenue associated with revenue backed supplemental items.
- (d) Potential additional costs in 2012 include funding for the Vashon Sheriff's Office and District Court, the Sheriff's Cold Case Unit, and unprogrammed contingency funds.
- (e) \$1.5 million of the Major Maintenance Reserve is expected to be drawn down as part of the pending KCCF HVAC supplemental submitted in June.
- (f) \$1.35 million of the OPD Reserve is expected to be drawn down for PERS expenses as part of the pending 2nd Omnibus.

General Fund Supplemental Register  
2nd Quarter Report 2012  
Table 3

Executive Contingency

Agency/Omnibus	Ord #	Date Transmitted	Date Acted Upon	Adopted	Pending	Potential	2011 Total	Description
<b>Totals</b>								
Original Adopted Balance								
Balance Remaining								

Fund Balance / Reserve Funded

Agency/Omnibus	Ord #	Date Transmitted	Date Acted Upon	Adopted	Pending	Potential	2012 Total	Description
DDES Lease	17362	Apr-12	06/25/12	(154,088)			(154,088)	
2nd Quarter Omnibus		Jun-12			(2,824,873)		(2,824,873)	
KCCF HVAC		Jun-12			(1,500,000)		(1,500,000)	
<b>Totals</b>				(154,088)	(4,324,873)	-	(4,478,961)	

Revenue Backed / Revenue Adjustments

Agency/Omnibus	Ord #	Date Transmitted	Date Acted Upon	Adopted	Pending	Potential	2012 Total	Description
Corrections/1st Omnibus	17349	Apr-12	06/18/12	(237,862)			(237,862)	
2nd Omnibus		Jun-12			(805,430)		(805,430)	
<b>Totals</b>				(237,862)	(805,430)	-	(1,043,292)	

Automated Carryover (Encumbrance)

Agency/Omnibus				Actual	Pending	Potential	2012 Total	Description
Automated Carryover				(2,451,153)			(2,451,153)	
<b>Totals</b>				(2,451,153)	-	-	(2,451,153)	

Corrections / Reappropriation Ordinance

Agency/Omnibus	Ord #	Month Transmitted	Date Acted Upon	Adopted	Pending	Potential	2012 Total	Description
Corrections/1st Omnibus	17349	Apr-12	06/18/12	(10,826,431)			(10,826,431)	
<b>Totals</b>				(10,826,431)	-	-	(10,826,431)	

Salary and Wage Contingency

Agency/Omnibus	Ord #	Date Transmitted	Date Acted Upon	Adopted	Pending	Potential	2012 Total	Description
Corrections/1st Omnibus	17349	Apr-12	06/18/12	(142,736)			(142,736)	
<b>Totals</b>				(142,736)	-	-	(142,736)	
Original Adopted Balance							1,783,562	
Balance Remaining							1,640,826	

Total Supplemental

Agency/Omnibus	Ord #	Date Transmitted	Date Acted Upon	Adopted	Pending	Potential	2012 Total	Description
Automated Carryover				(2,451,153)			(2,451,153)	
Corrections/1st Omnibus	17349	Apr-12	06/18/12	(11,207,029)			(11,207,029)	
DDES Lease	17362	Apr-12	06/25/12	(154,088)			(154,088)	
2nd Omnibus		Jun-12			(3,630,303)		(3,630,303)	
KCCF HVAC		Jun-12			(1,500,000)		(1,500,000)	
<b>Totals</b>				(13,812,270)	(5,130,303)	-	(18,942,573)	

**King County Operating Funds**  
**2nd Quarter Report 2012**

FUND	FUND NAME	2012/2013 Original Appropriation	2012/2013 Revised Budget	YTD Allotment (See note 1)	Year to Date Expenditures	Variance from Allotment	Expenditures as % of Revised Budget	Variance Comment (if over +15%)
0010	General Fund	653,592,084	667,361,345	333,680,673	300,676,136	-10%	45%	
0016	Inmate Welfare	1,168,877	1,211,886	627,447	99,028	-84%	8%	
1030	Road	215,149,303	216,582,922	46,660,360	40,529,105	-13%	19%	
1040	Solid Waste Post-Closure Landfill Maintenance	2,826,439	3,256,085	1,842,864	702,472	-62%	22%	
1060	Veterans Relief Services	3,061,189	3,063,595	1,533,001	962,144	-37%	31%	
1070	Developmental Disabilities	30,796,675	32,956,702	14,238,243	11,964,018	-16%	36%	
1090	Recorder's Operation and Maintenance	2,234,703	2,360,328	1,242,975	448,442	-64%	19%	
1110	E-911	27,252,923	28,679,763	10,392,832	8,719,923	-16%	30%	
1120	Mental Health	168,760,427	168,760,427	69,999,235	76,578,350	9%	45%	
1135	Mental Illness and Drug Dependency	56,834,772	57,241,928	18,521,778	16,331,219	-12%	29%	
1141	Veterans and Family Levy	7,829,283	8,405,657	4,491,016	2,069,826	-54%	25%	
1142	Human Services Levy	7,829,283	7,871,574	3,956,933	879,284	-78%	11%	
1150	Road Improvement Guaranty	16,942	16,942	8,470	-	-100%	0%	
1170	Arts and Cultural Development	13,050,396	13,050,396	6,525,198	3,175,946	-51%	24%	
1190	Emergency Medical Services	71,347,000	72,787,000	23,258,364	25,245,548	9%	35%	
1210	Water and Land Resources Shared Services	28,954,465	29,090,819	14,549,678	16,082,710	11%	55%	
1211	Surface Water Management Local Drainage Services	22,054,170	22,176,342	9,649,447	5,703,627	-41%	26%	
1220	AFIS	15,839,472	16,825,855	8,906,119	7,631,683	-14%	45%	
1240	Citizen Counselor Network	138,440	138,440	69,220	664	-99%	0%	
1260	Alcoholism and Substance Abuse Services	28,226,707	28,591,145	10,468,856	9,206,504	-12%	32%	
1280	Local Hazardous Waste	15,129,607	15,129,607	4,293,070	1,316,269	-69%	9%	
1290	Youth Sports Facilities Grant	771,363	771,363	385,680	423,308	10%	55%	
1311	Noxious Weed	1,861,772	1,877,061	853,086	556,684	-35%	30%	
1340	Development and Environmental Services	29,897,421	30,279,004	7,855,938	6,378,702	-19%	21%	
1341	Development and Environmental Services	906,042	1,134,201	454,669	115,320	-75%	10%	
1421	Children and Family Services	8,586,941	9,275,084	4,981,611	3,207,353	-36%	35%	
1431	Animal Services	6,813,225	6,813,225	3,065,951	2,744,542	-10%	40%	
1432	Animal Bequest	200,000	200,000	-	2,541	0%	1%	
1451	Parks Operating Levy	30,539,214	31,089,406	15,819,798	12,663,244	-20%	41%	
1452	Open Space Trails and Zoo Levy	19,493,105	19,493,105	9,746,552	3,281,141	-66%	17%	
1471	Historical Preservation Program	461,500	461,500	230,750	104,521	-55%	23%	
1561	King County Flood Control Contract	38,393,735	85,050,812	3,849,597	2,514,075	-35%	3%	
1591	King County Marine Operations	30,762,395	32,103,125	4,296,584	2,202,237	-49%	7%	
1800	Public Health	203,322,259	203,375,094	89,370,197	83,279,020	-7%	41%	
1820	Inter-County River Improvement	50,000	50,000	3,900	-	-100%	0%	
2140	Grants	19,438,407	19,438,974	9,719,769	6,956,148	-28%	36%	
2166	2011 Byrne Justice Assistance Grant	242,692	242,692	121,346	76,724	-37%	32%	
2240	Work Training	11,353,332	11,771,271	5,924,264	4,910,199	-17%	42%	
2460	Federal Housing and Community Development	18,895,115	18,895,115	7,558,048	10,157,731	34%	54%	See Note 2
4040	Solid Waste	102,817,076	104,947,431	53,538,887	41,980,554	-22%	40%	
4290	Airport	37,409,006	37,809,176	19,104,670	7,289,475	-62%	19%	
4501	Radio Communications Operations	3,379,298	4,629,924	2,940,274	1,879,447	-36%	41%	
4531	I-NET Operations	2,901,537	2,901,821	1,924,045	1,936,970	1%	67%	
4611	Water Quality	116,620,203	116,620,203	58,310,100	49,771,269	-15%	43%	
4641	Public Transportation	1,327,287,693	1,327,322,693	324,805,007	273,151,380	-16%	21%	
4642	Revenue Fleet Replacement	204,279,532	204,279,532	69,598,946	-	-100%	0%	
5420	Safety and Workers Compensation	36,817,841	36,817,841	16,936,207	12,352,592	-27%	34%	

**King County Operating Funds**  
**2nd Quarter Report 2012**

FUND	FUND NAME	2012/2013 Original Appropriation	2012/2013 Revised Budget	YTD Allotment (See note 1)	Year to Date Expenditures	Variance from Allotment	Expenditures as % of Revised Budget	Variance Comment (if over +15%)
5441	Wastewater Equipment Rental and Revolving	8,433,074	9,630,836	2,959,624	3,410,833	15%	35%	See Note 3
5450	Financial Services	26,896,807	26,629,129	12,104,853	12,376,875	2%	46%	
5461	DES IT Equipment Replacement	364,087	985,206	803,161	77,877	-90%	8%	
5471	KCIT Strategy and Performance Fund	3,822,801	3,823,988	1,912,587	2,047,254	7%	54%	
5481	Geographic Information Systems (GIS)	5,405,053	5,956,671	3,254,144	2,073,980	-36%	35%	
5490	Business Resource	8,673,605	10,046,737	5,709,934	3,655,351	-36%	36%	
5500	Employee Benefits	225,069,445	225,069,445	114,702,683	98,749,793	-14%	44%	
5511	Facilities Management - Internal Service	45,958,952	46,327,094	21,965,117	21,331,458	-3%	46%	
5520	Insurance	27,940,468	27,940,468	13,970,234	12,220,086	-13%	44%	
5531	Data Processing	60,499,217	60,391,690	29,458,116	29,094,274	-1%	48%	
5570	Equipment Rental and Revolving	26,644,796	26,717,244	6,409,742	5,348,412	-17%	20%	
5580	Motor Pool Equipment Rental	25,417,441	25,772,278	5,559,479	4,530,923	-19%	18%	
8400	Limited G.O. Bond Redemption	252,677,456	252,127,456	125,788,728	40,638,133	-68%	16%	
8500	Unlimited G.O. Bond Redemption	22,240,250	22,240,250	11,120,124	9,288,250	-16%	42%	
8510	Stadium G.O. Bond Redemption	1,834,750	1,834,750	917,374	-	-100%	0%	
8920	Water Quality Debt Fund	211,619,903	211,619,903	105,809,950	195,433,301	85%	92%	See Note 4
	<b>Total Operating</b>	<b>\$ 4,579,091,966</b>	<b>\$ 4,660,321,556</b>	<b>\$ 1,758,757,504</b>	<b>\$ 1,496,534,875</b>			
	Total Capital Budget Not Included in Quarterly Report	\$ 833,128,155						
	Total King County Budget Per Ordinance 17232	\$ 5,412,220,121						

Notes:

<sup>1</sup> Quarterly allotments are provided by each appropriation unit. In the case that the allotments were not provided, the total budget has been divided by 4 (8 if biennial). Any additional appropriation is allotted to the same quarter in which it was approved.

<sup>2</sup> The 2nd quarter allotment does not include the carryover for the Federal Housing and Community Development Fund (FHCD). When the carryover is accounted for, the FHCD fund expenditures will be in line with it's appropriation.

<sup>3</sup> Wastewater Equipment Rental and Revolving (WERR) Fund had an order of trucks/trailers for the Wastewater-Biosolids program, which was carried over from 2011 and paid in 2012. When the carryover is accounted for, the WERR fund expenditures will be in line with it's appropriation.

<sup>4</sup> The amount shown is cash-based, not accrual-based (due to issues with inputting accruals in ABT). A \$108,466,370 cash payment for 2011 debt occurred on Jan 2, 2012. This should not be included in the amount shown and, when addressed, will lower the variance under the 15% threshold.

# Non-GF Financial Plan

Fund Name: Emergency Medical Service

Fund Number: 1190

Prepared by: Cynthia Bradshaw

2nd Qtr Report

Date Prepared: August 6, 2012

Category	2011 Actual <sup>1</sup>	2012 Adopted <sup>2</sup>	2012 Revised	2012 Estimated	Estimated-Adopted Change	Explanation of Change
<b>Beginning Fund Balance</b>	<b>38,627,394</b>	<b>33,462,959</b>	<b>33,462,959</b>	<b>43,051,649</b>	<b>9,588,690</b>	
<b>Revenues</b>						
Property Taxes	62,464,631	59,536,069	59,536,069	59,627,469	91,400	Updated assessment.
Grants	1,738	1,650	1,650	1,650	-	
Charges for Services	170,361	192,761	192,761	192,761	-	
Interest Earning/Misc Revenue	572,461	446,200	446,200	333,200	(113,000)	Changes in interest forecast.
Other Financing Sources	52,442	54,000	54,000	54,000	-	
Transfer from Current Expense Subfund	-	-	-	-	-	
<b>Total Revenues</b>	<b>63,261,632</b>	<b>60,230,680</b>	<b>60,230,680</b>	<b>60,209,080</b>	<b>(21,600)</b>	
<b>Expenditures</b>						
Advanced Life Support Services	(36,753,633)	(38,641,290)	(38,641,290)	(38,641,290)	-	
Basic Life Support Services	(15,154,163)	(15,396,394)	(15,396,394)	(15,396,394)	-	
Regional Services	(6,070,339)	(7,295,051)	(7,295,051)	(6,795,051)	500,000	Planned underspending to "buy down" rate for next EMS levy.
Strategic Initiatives	(897,024)	(1,811,631)	(1,811,631)	(1,398,000)	413,631	
Use of Designations/Program Balances	-	(759,181)	(759,181)	(759,181)	-	
Disaster Response Contingency - Restricted	-	(3,540,000)	(3,540,000)	(3,540,000)	-	
Use of Reserves	-	(3,807,690)	(3,807,690)	(3,237,690)	570,000	Facility expense moved to 2013; use of Dispatch Reserve lower than estimated; diesel lower; paramedic student reserve not anticipated to be used in 2012
King County Auditor's Office	(90,512)	(95,763)	(95,763)	(95,763)	-	
<b>Total Expenditures</b>	<b>(58,965,671)</b>	<b>(71,347,000)</b>	<b>(71,347,000)</b>	<b>(69,863,369)</b>	<b>1,483,631</b>	
<b>Estimated Underexpenditures</b>						
<b>Other Fund Transactions</b>						
GAAP Adjustments	131,684	-	-	-	-	
Journal Error	(3,391)	-	-	-	-	
Assume Disaster response not used	-	3,420,000	3,420,000	-	(3,420,000)	
<b>Total Other Fund Transactions</b>	<b>128,293</b>	<b>3,420,000</b>	<b>3,420,000</b>	<b>-</b>	<b>(3,420,000)</b>	
<b>Ending Fund Balance</b>	<b>43,051,649</b>	<b>25,766,639</b>	<b>25,766,639</b>	<b>33,397,360</b>	<b>7,630,721</b>	
<b>Designations and Reserves</b>						
Reserve for Encumbrances	-	(118,317)	(118,317)	(101,519)	16,798	
Program/Provider Balances	(7,445,938)	(3,511,934)	(3,511,934)	(7,445,938)	(3,934,004)	Targeted for ALS expenses and next levy.
ALS Provider Loans	469,586	234,793	234,793	234,793	-	
Reserve for KCMJ Equipment Replacement	(2,512,444)	(602,123)	(602,123)	(1,072,444)	(470,321)	Assumed vehicle purchase in 2011 delayed to 2012.
Designations from 2002-2007 levy	(230,842)	-	-	-	-	
Unanticipated Inflation Reserves (Operational)	(2,129,821)	(1,944,755)	(1,944,755)	(1,944,755)	-	
Salary Reserves (Operational)	(1,095,000)	(1,200,000)	(1,200,000)	(1,200,000)	-	
Operations/Dispatch	(654,863)	(370,000)	(370,000)	(505,928)	(135,928)	Projected dispatch use lower than planned.
Equipment/Capital	(1,600,619)	(950,619)	(950,619)	(1,200,619)	(250,000)	Facility expense moved to 2013.
Risk Abatement	(2,200,000)	(2,200,000)	(2,200,000)	(2,200,000)	-	
ALS Retirement Liability	(3,900,000)	(875,592)	(875,592)	(875,592)	-	
Underspending	-	-	-	-	-	
Millage Reduction	(6,041,654)	(6,741,654)	(6,741,654)	(6,741,654)	-	
<b>Total Designations and Reserves</b>	<b>(27,341,595)</b>	<b>(18,280,201)</b>	<b>(18,280,201)</b>	<b>(23,053,656)</b>	<b>(4,773,455)</b>	
<b>Ending Undesignated Fund Balance</b>	<b>15,710,054</b>	<b>7,486,438</b>	<b>7,486,438</b>	<b>10,343,704</b>	<b>2,857,266</b>	
<b>Target Fund Balance</b>	<b>955,594</b>	<b>1,004,674</b>	<b>1,004,674</b>	<b>1,004,674</b>	<b>-</b>	

## Financial Plan Notes:

<sup>1</sup> Actuals are taken from 2011 CAFR Information from KC Finance.

<sup>2</sup> Adopted is taken from 2012 Adopted Budget Book or Essbase Budget System.

# Non-GF Financial Plan

Fund Name: WLR SWM Fund

Fund Number: 000001211

Prepared by: Steve Oien

2nd Qtr Report

Date Prepared: August 2, 2012

Category	2011 Actual <sup>1</sup>	2012 Adopted <sup>2</sup>	2012 Revised	2012 Estimated	Estimated-Adopted Change	Explanation of Change
<b>Beginning Fund Balance</b>	<b>(77,043)</b>	<b>981,009</b>	<b>1,248,148</b>	<b>1,248,148</b>		
<b>Revenues</b>						
SWM Fee	20,895,064	19,849,000	19,849,000	19,696,000	(153,000)	Eastgate annexation assumed for June 1. 2nd quarter supplemental to support regional agriculture. Revenue supported encumbrance reinstatements and other revenue supporting the 2nd quarter omnibus request.
General Fund Transfer	666,230	653,441	653,441	868,441	215,000	
Other Revenues	2,577,924	1,424,862	1,424,862	1,744,925	320,063	
					-	
<b>Total Revenues</b>	<b>24,139,218</b>	<b>21,927,303</b>	<b>21,927,303</b>	<b>22,309,366</b>	<b>382,063</b>	
<b>Expenditures</b>						
Operating Expenditures	(16,292,541)	(15,911,970)	(15,911,970)	(15,561,970)	350,000	Estimated underexpenditures
CIP PAYG	(4,867,098)	(4,350,000)	(4,350,000)	(4,350,000)	-	
CIP Debt Service	(1,654,388)	(1,792,200)	(1,792,200)	(1,792,200)	-	
Encumbrance Reinstatement			(115,612)	(115,612)	(115,612)	Omnibus technical correction This supplemental includes a stormwater contract with City of Sammamish, several grants from the Department of Ecology, contribution to WSU Cooperative Extension, and consulting support for the SWM rate study.
1st Qtr Omnibus			(6,560)	(6,560)	(6,560)	
2nd Qtr Omnibus				(562,798)	(562,798)	
					-	
<b>Total Expenditures</b>	<b>(22,814,027)</b>	<b>(22,054,170)</b>	<b>(22,176,342)</b>	<b>(22,389,140)</b>	<b>(334,970)</b>	
<b>Estimated Underexpenditures</b>		350,000				
<b>Other Fund Transactions</b>						
					-	
					-	
<b>Total Other Fund Transactions</b>					-	
<b>Ending Fund Balance</b>	1,248,148	1,204,142	999,109	1,168,374	47,093	
<b>Designations and Reserves</b>						
Reserve for Carryover	(115,612)		-		-	
					-	
<b>Total Designations and Reserves</b>	<b>(115,612)</b>	-	-	-	-	
<b>Ending Undesignated Fund Balance</b>	<b>1,132,536</b>	<b>1,204,142</b>	<b>999,109</b>	<b>1,168,374</b>	<b>47,093</b>	
<b>Target Fund Balance <sup>3</sup></b>	1,022,950	992,450	992,450	992,450		

## Financial Plan Notes:

<sup>1</sup> Based on preliminary CAFR as of April 27, 2012

<sup>2</sup> Adopted is taken from adopted financial plan.

<sup>3</sup> Minimum target fund balance is 5% of annual adopted SWM fee estimate.

### Non-GF Financial Plan

Fund Name: Department of Development and Environmental Services  
Fund Number: 000001340  
Prepared by: Crina Ghimpu

2nd Qtr Report  
Date Prepared: 08/02/2012

Category	2011 Actual <sup>1</sup>	2012 Adopted <sup>2</sup>	2012 Revised	2012 Estimated	Estimated-Adopted Change	Explanation of Change
<b>Beginning Fund Balance</b>	\$ 4,025,340	\$ 3,012,799	3,827,538	3,827,538	814,739	
<b>Revenues</b>						
Permit Fee Revenue	14,576,465	13,332,000	13,332,000	11,180,000	(2,152,000)	Revision of permit revenue projections based on Q1 actuals.
Other Revenue	936,960	913,000	913,000	764,000	(149,000)	Reflects reduction in funding by DES for addressing correction/PBX inspection.
Investment Interest	96,991	100,000	200,000	50,000	(50,000)	Reduced fund balance yields lower earnings.
Operating Contingency	-	-	-	-	-	
GF Transfers	1,668,363	1,493,383	1,568,363	1,568,363	74,980	Technical change to match adopted GF budget.
<b>Total Revenues</b>	<b>17,278,779</b>	<b>15,838,383</b>	<b>16,013,363</b>	<b>13,562,363</b>	<b>(2,276,020)</b>	
<b>Expenditures</b>						
Salaries and Benefits	(12,013,898)	(11,483,148)	(11,483,148)	(10,729,830)	753,318	Reflects planned salary and benefit savings from mid-year RIF.
Supplies and Contracts	(407,075)	(671,309)	(671,309)	(462,874)	208,435	Reflects projected savings from erroneous baseline assumption in adopted.
Intragovernmental Services	(3,063,721)	(3,412,776)	(3,412,776)	(3,019,905)	392,871	Technical change to match central rates adopted for other funds/agencies
Capital and Other 4	(1,991,887)	(717,224)	(717,224)	(752,000)	(34,776)	Technical change to match adopted capital project budget for PI.
<b>Total Expenditures</b>	<b>(17,476,581)</b>	<b>(16,284,457)</b>	<b>(16,284,457)</b>	<b>(14,964,609)</b>	<b>1,319,848</b>	
<b>Estimated Underexpenditures</b>						
<b>Other Fund Transactions</b>						
<b>Total Other Fund Transactions</b>						
<b>Ending Fund Balance</b>	3,827,538	2,566,725	3,556,444	2,425,292	(141,433)	
<b>Designations and Reserves</b>						
Reserve for Staff Reduction	(500,000)	(900,000)	(900,000)	(150,000)	750,000	Expected payout for unemployment compensation.
Reserve for Revenue Shortfall		(1,000,000)	(1,000,000)	-	1,000,000	Consumed to compensate for lower revenues from lower permitting activity this year.
Reserve for Technology Replacements	(2,000,000)			-	-	
Reserve for Waivers & Unanticipated Costs	(1,000,000)			-	-	
Reserve for PERS1	-			(330,000)	(330,000)	New reserve to cover estimated liability for retirement of staff in PERS 1.
<b>Total Designations and Reserves</b>	<b>(3,500,000)</b>	<b>(1,900,000)</b>	<b>(1,900,000)</b>	<b>(480,000)</b>	<b>1,420,000</b>	
<b>Ending Undesignated Fund Balance</b>	<b>327,538</b>	<b>666,725</b>	<b>1,656,444</b>	<b>1,945,292</b>	<b>1,278,567</b>	
Target Fund Balance <sup>3</sup>	312,361	298,562	298,562	278,976	(19,586)	

**Financial Plan Notes:**

<sup>1</sup> Actuals are taken from ARMS/IBIS 14th Month or 2011 CAFR.

<sup>2</sup> Adopted is taken from 2012 Adopted Budget Financial Plan.

<sup>3</sup> Target fund balance is calculated applying 0.026 multiplier of total appropriated expenditure.

<sup>4</sup> Capital and Other includes contras and contingencies.

### Non-GF Financial Plan

Fund Name: Animal Services  
Fund Number: 000001431  
Prepared by: Sean Bouffiau

2nd Qtr Report  
Date Prepared: Aug 2, 2012

Category	2011 Actual <sup>1</sup>	2012 Adopted <sup>2</sup>	2012 Revised	2012 Estimated	Estimated-Adopted Change	Explanation of Change
<b>Beginning Fund Balance</b>	-	52,813	67,602	67,602	14,789	
<b>Revenues</b>						
Pet Licenses	2,626,793	2,893,827	2,893,827	2,893,827	-	
Late Fees and Fines	93,349	143,305	167,305	167,305	24,000	
Misc Charges for Services	234,942	560,316	536,316	536,316	(24,000)	
Donations -Transfers from Fund 1432 (2011)	94,456	200,000	200,000	200,000	-	
City Reimbursement for RASKC Services	1,037,800	1,256,993	1,256,993	1,256,993	-	
General Fund -Transfers from Fund 0010	2,048,416	1,951,101	1,951,101	1,951,101	-	
					-	
<b>Total Revenues</b>	<b>6,135,755</b>	<b>7,005,542</b>	<b>7,005,542</b>	<b>7,005,542</b>	<b>-</b>	
<b>Expenditures</b>						
Operating Expenditures	(5,676,881)	(6,174,504)	(6,174,504)	(6,174,504)	-	
Donation Funded Expenditures	(96,879)	(200,000)	(200,000)	(200,000)	-	
Budgeted Overhead (GF & RALS) <sup>3</sup>	(294,393)	(438,721)	(438,721)	(438,721)	-	
					-	
<b>Total Expenditures</b>	<b>(6,068,153)</b>	<b>(6,813,225)</b>	<b>(6,813,225)</b>	<b>(6,813,225)</b>	<b>-</b>	
<b>Estimated Underexpenditures</b>		-	-			
<b>Other Fund Transactions</b>						
					-	
					-	
<b>Total Other Fund Transactions</b>	-	-	-	-	-	
<b>Ending Fund Balance</b>	67,602	245,130	259,919	259,919	14,789	
<b>Designations and Reserves</b>						
				-	-	
				-	-	
<b>Total Designations and Reserves</b>	-	-	-	-	-	
<b>Ending Undesignated Fund Balance</b>	<b>67,602</b>	<b>245,130</b>	<b>259,919</b>	<b>259,919</b>	<b>14,789</b>	
<b>Target Fund Balance</b>	283,844	308,725	308,725	308,725	-	

**Financial Plan Notes:**

<sup>1</sup> Actuals are taken from ARMS/IBIS 14th Month or 2011 CAFR.

<sup>2</sup> Adopted is taken from 2012 Adopted Budget Book or Essbase Budget System.

<sup>3</sup> 2011 Payments to General Fund for RALS Overhead (\$174,600) for second half of 2011, and PAO support for 2011 (\$46,995) were not processed due to insufficient fund balance; 2011 revenues collected were significantly less than anticipated in projected pet licenses.



# Non-GF Financial Plan

Fund Name: Public Health  
Fund Number: 000001800  
Prepared by: Mark Leaf

2nd Qtr Report  
Date Prepared: August 2, 2012

Category	2011 Actual <sup>1</sup>	2012 Adopted <sup>2</sup>	2012 Revised	2012 Estimated	Estimated-Adopted Change	Explanation of Change
<b>Beginning Fund Balance</b>	<b>7,371,316</b>	<b>7,568,921</b>	<b>7,568,921</b>	<b>7,568,921</b>		
<b>Revenues</b>						
LICENSES & PERMITS	13,185,867	13,203,655	13,203,655	14,927,586	1,723,931	Straight line collection except for Food Establishment permits & Swimming Pools permits which are permitted at certain months.
FEDERAL GRANTS-DIRECT	12,083,139	11,479,844	11,479,844	11,492,009	12,165	CDC Medicaid Asthma Study increase.
FEDERAL GRANTS-INDIRECT	32,516,229	35,843,678	35,843,678	29,691,596	(6,152,082)	A combo projection of Actuals & Budgets - ConCon reductions.
STATE GRANTS	11,857,212	11,566,367	11,566,367	10,227,916	(1,338,451)	A combo projection of Actuals & Budgets - ConCon reductions.
STATE ENTITLEMENTS	6,655,276	9,475,385	9,475,385	9,531,747	56,362	State PH Funding transfer is slightly increased.
INTERGOVERNMENTAL PAYMENT	53,743,294	59,290,510	59,290,510	60,530,226	1,239,716	Increased Title XIX (Medicaid).
RECOVERY ACT DIRECT	(12,500)			0	-	
RECOVERY ACT INDIRECT	85,762			0	-	
RECOVERY ACT DHHS DIRECT	15,846,274	6,063,961	6,063,961	6,063,961	-	
RECOVERY ACT DHHS INDIRECT	178,721			0	-	
CHARGES FOR SERVICES	16,956,001	11,860,511	11,860,511	17,272,221	5,411,710	Primarily increased Vital Statistics, Laboratory & EH Fees.
MISCELLANEOUS REVENUE	6,325,288	9,335,860	9,335,860	6,175,615	(3,160,245)	Straight lined miscellaneous based on 6 month collection. The budget anomaly is also because the 47999 balancer was reflected in the Ordinance Fin Plan, but not included in EBS budget.
GENERAL FUND RESERVE BACKED BY PH ASSET SALE	-	2,000,000	2,000,000	2,000,000	-	
NON REVENUE RECEIPTS	-	7,320,538	7,320,538	0	(7,320,538)	Grants Contingency - no usage projection this quarter.
OTHER FINANCING SOURCES	24,557,007	25,041,950	25,041,950	25,041,950	-	
<b>Total Revenues</b>	<b>193,977,570</b>	<b>202,482,259</b>	<b>202,482,259</b>	<b>192,954,827</b>	<b>(9,527,432)</b>	
<b>Expenditures</b>						
WAGES & BENEFITS	(114,448,978)	(115,052,562)	(115,052,562)	(118,964,920)	(3,912,358)	Projection based on June YTD actuals + 6 months times June monthly.
SUPPLIES	(5,003,341)	(6,287,017)	(6,287,017)	(5,010,786)	1,276,231	Straight line is based on 6 months expenditures.
SERVICES & OTHER CHARGES	(59,983,898)	(54,160,091)	(54,160,091)	(41,483,261)	12,676,830	A combo projection of Actuals & Budgets - many contracts not yet expending.
INTRAGOVERNMENTAL SERVICE	(13,673,753)	(21,923,177)	(21,923,177)	(28,455,596)	(6,532,420)	A combo projection of Actuals & Budgets -centrals not all set up yet to post.
CAPITAL OUTLAY	(118,179)	(451,270)	(451,270)	(164,364)	286,906	Straight line is based on 6 months expenditures.
DEBT SERVICE	(9,155)	(40,239)	(40,239)	(40,239)	-	
INTRA COUNTY CONTRIBUTNS.	(547,619)	(248,218)	(248,218)	(248,218)	-	
CONTINGENCIES	-	(6,689,135)	(6,689,135)	0	6,689,135	Grants Contingency - no usage projection this quarter.
CONTRA EXPENDITURES	-	1,529,450	1,529,450	0	(1,529,450)	Salary savings is included in Wages & Benefits above.
<b>Total Expenditures</b>	<b>(193,784,922)</b>	<b>(203,322,259)</b>	<b>(203,322,259)</b>	<b>(194,367,384)</b>	<b>8,954,875</b>	
<b>Estimated Underexpenditures</b>						
<b>Other Fund Transactions</b>						
Journal Entry Errors	4,957	4,957	4,957	4,957	-	
<b>Total Other Fund Transactions</b>	<b>4,957</b>	<b>4,957</b>	<b>4,957</b>	<b>4,957</b>	<b>-</b>	
<b>Ending Fund Balance</b>	<b>7,568,921</b>	<b>6,733,879</b>	<b>6,733,879</b>	<b>6,161,322</b>	<b>(572,557)</b>	
<b>Designations and Reserves</b>						
Nonspendable Fund Balance	(1,075,406)	(1,075,406)	(1,075,406)	(1,075,406)	-	
Assigned Fund Balance	(1,500,000)	(1,500,000)	(1,500,000)	(1,500,000)	-	
Designated Environment Health Fees	(670,125)	(670,125)	(670,125)	(670,125)	-	
Carryover for Encumbrances	-	-	-	-	-	
Designated for Reappropriation	-	-	-	-	-	
<b>Total Designations and Reserves</b>	<b>(3,245,531)</b>	<b>(3,245,531)</b>	<b>(3,245,531)</b>	<b>(3,245,531)</b>	<b>-</b>	
<b>Ending Undesignated Fund Balance</b>	<b>4,323,390</b>	<b>3,488,347</b>	<b>3,488,347</b>	<b>2,915,791</b>	<b>(572,557)</b>	
<b>Target Fund Balance</b>	<b>1,000,000</b>	<b>1,000,000</b>	<b>1,000,000</b>	<b>1,000,000</b>	<b>-</b>	

## Financial Plan Notes:

- 1) Actuals are taken from ARMS/IBIS 14th Month, 2011.
- 2) Adopted is taken from 2012 Adopted Budget Book.

### Non-GF Financial Plan

Fund Name: Real Estate Excise Tax (REET) I

Fund Number: 000003681

Prepared by: Jennifer Lehman

2nd Qtr Report

Date Prepared: August 2, 2012

	2011 Actuals <sup>1</sup>	2012 Adopted <sup>2</sup>	2012 Revised	2012 Estimated	Estimated-Adopted Change	Explanation of Change
<b>Beginning Fund Balance</b>	<b>6,567,248</b>	<b>269,169</b>	<b>5,909,081</b>	<b>5,909,081</b>	<b>5,639,912</b>	This represents the funds supporting the unspent expenditure authority from 2011 carrying over into 2012.
<b>Revenues</b>						
*REET Tax <sup>3</sup>	3,736,663	3,046,461	3,026,619	3,026,619	(19,842)	This reduction reflects a downward adjustment in the OEFA's 2012 REET forecast.
*Interest Earnings <sup>7</sup>	35,924	14,186	5,375	5,375	(8,811)	This reduction reflects a downward adjustment in OEFA's 2012 interest yield forecast.
<b>Total Revenues</b>	<b>3,772,587</b>	<b>3,060,647</b>	<b>3,031,994</b>	<b>3,031,994</b>	<b>(28,653)</b>	
<b>Expenditures</b>						
* T/T Parks CIP Fund 3160	(1,081,954)	(650,480)	(650,480)	(650,480)	-	This represents the unspent expenditure authority from 2011 carrying over into 2012.
* T/T Parks CIP Fund 3490	(1,035,973)	(132,789)	(132,789)	(132,789)	-	
* T/T Open Space CIP Fund 3522	(254,530)	-	-	-	-	
* REET 1 Finance Charges	(4,476)	(6,980)	(6,980)	(6,980)	-	
* Debt Service <sup>5</sup>	(2,053,821)	(2,073,031)	(2,073,031)	(2,073,031)	-	
* Estimated 2011 CIP Carryover <sup>6</sup>				(4,973,817)	(4,973,817)	
<b>Total Expenditures</b>	<b>(4,430,754)</b>	<b>(2,863,280)</b>	<b>(2,863,280)</b>	<b>(7,837,097)</b>	<b>(4,973,817)</b>	
<b>Estimated Underexpenditures</b>					-	
Other Fund Transactions					-	
<b>Total Other Fund Transactions</b>					-	
<b>Ending Fund Balance</b>	<b>5,909,081</b>	<b>466,536</b>	<b>6,077,795</b>	<b>1,103,978</b>	<b>637,442</b>	
<b>Reserves &amp; Designations</b>					-	
*Estimated 2011 CIP Carryover <sup>6</sup>	(4,973,817)				-	
<b>Total Reserves &amp; Designations</b>	<b>(4,973,817)</b>				-	
<b>Ending Undesignated Fund Balance</b>	<b>935,264</b>	<b>500,000</b>	<b>6,077,795</b>	<b>1,103,978</b>	<b>603,978</b>	
<b>Target Fund Balance<sup>4</sup></b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>	<b>-</b>	

**Financial Plan Notes:**

<sup>1</sup> 2011 Actuals are taken from 14th Month ARMS.

<sup>2</sup> 2012 Adopted is per the 2012 Adopted Budget Book.

<sup>3</sup> 2012 Revised is based on July 2012 OEFA projection. The projections assume the following annexations: 2012; Eastgate.

<sup>4</sup> Current target fund balance policy requires a \$90,000 undesignated fund balance for the provision of mid-year contingencies and emergencies.

<sup>5</sup> Debt service includes Parks Land Acquisition Bonds; 2009D Ref 1999A Bonds; Treemont Acquisition Bonds.

<sup>6</sup> This total amount available to be carried over from 2011 into 2012. It is being analyzed as a part of the CIP Revenue Verification process.

<sup>7</sup> REET 1 has been a Tier 1 fund since 2008, collecting its own interest earnings. This calculation is based on the annual revenue projected plus ending undesignated fund balance using the latest interest rates provided by OEFA. 2012: 0.45%.

### Non-GF Financial Plan

Fund Name: Real Estate Excise Tax (REET) II  
Fund Number: 000003682  
Prepared by: Jennifer Lehman

2nd Qtr Report  
Date Prepared: August 2, 2012

	2011 Actual <sup>1</sup>	2012 Adopted <sup>2</sup>	2012 Revised	2012 Estimated	Estimated-Adopted Change	Explanation of Change
<b>Beginning Fund Balance</b>	7,055,761	40,510	5,202,088	5,202,088	5,161,578	This represents the funds supporting the unspent expenditure authority from 2011 carrying over into 2012.
<b>Revenues</b>						
* REET Tax <sup>3</sup>	3,294,091	3,046,461	3,026,619	3,026,619	(19,842)	This reduction reflects a downward adjustment in OEFA's 2012 REET forecast.
* Interest Earnings <sup>7</sup>	42,104	14,186	1,969	1,969	(12,217)	This reduction reflects a downward adjustment in OEFA's 2012 interest yield forecast.
<b>Total Revenues</b>	<b>3,336,195</b>	<b>3,060,647</b>	<b>3,028,588</b>	<b>3,028,588</b>	<b>(32,059)</b>	
<b>Expenditures</b>						
* T/T Parks CIP Fund 3160	(2,093,088)	(1,167,478)	(1,167,478)	(1,167,478)	-	This represents the unspent expenditure authority from 2011 carrying over into 2012.
* T/T Parks CIP Fund 3490	(2,525,826)	(1,094,949)	(1,094,949)	(1,094,949)	-	
* REET 2 Finance Charges	(4,516)	(7,012)	(7,012)	(7,012)	-	
* Debt Service <sup>5</sup>	(566,438)	(542,250)	(542,250)	(542,250)	-	
* Estimated 2011 CIP Carryover <sup>6</sup>				(5,113,731)	(5,113,731)	
<b>Total Expenditures</b>	<b>(5,189,868)</b>	<b>(2,811,689)</b>	<b>(2,811,689)</b>	<b>(7,925,420)</b>	<b>(5,113,731)</b>	
<b>Estimated Underexpenditures</b>					-	
Other Fund Transactions					-	
<b>Total Other Fund Transactions</b>					-	
<b>Ending Fund Balance</b>	<b>5,202,088</b>	<b>289,468</b>	<b>5,418,987</b>	<b>305,256</b>	<b>15,788</b>	
<b>Reserves &amp; Designations</b>						
* Estimated 2011 CIP Carryover <sup>6</sup>	(5,113,731)				-	
<b>Total Reserves &amp; Designations</b>	<b>(5,113,731)</b>				-	
<b>Ending Undesignated Fund Balance</b>	<b>88,357</b>	<b>289,468</b>	<b>5,418,987</b>	<b>305,256</b>	<b>15,788</b>	
<b>Target Fund Balance<sup>4</sup></b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>	<b>500,000</b>	<b>-</b>	

**Financial Plan Notes:**

<sup>1</sup> 2011 Actuals are taken from 14th Month ARMS.

<sup>2</sup> 2012 Adopted is per the 2012 Adopted Budget Book.

<sup>3</sup> 2012 Revised is based on July 2012 OEFA projection. The projections assume the following annexations: 2012: Eastgate.

<sup>4</sup> Current target fund balance policy requires a \$500,000 undesignated fund balance for the provision of mid-year contingencies and emergencies.

<sup>5</sup> Debt service is for the Ballfield Initiative Bonds.

<sup>6</sup> This total amount available to be carried over from 2011 into 2012. It is being analyzed as a part of the CIP Revenue Verification process.

<sup>7</sup> REET 2 has been a Tier 1 fund since 2008, collecting its own interest earnings. This calculation is based on the annual revenue projected plus ending undesignated fund balance using the latest interest rates provided by OEFA. 2012: 0.45%.

# Non-GF Financial Plan

Fund Name: Public Transportation Fund  
Sub-Fund Numbers: 4641, 3641, 4642, 8430  
Prepared by: Duncan Mitchell

2nd Qtr Report  
Date Prepared: 8/2/2012

Category	2011 Actual <sup>1</sup>	2012 Adopted <sup>2</sup>	2012 Revised	2012 Estimated	Estimated-Adopted Change	Explanation of Change
<b>Beginning Fund Balance</b>	<b>486,836,668</b>	<b>452,173,198</b>	<b>458,736,481</b>	<b>458,736,481</b>	6,563,283	Net increase YE 2010.
<b>Revenues</b>						
Fares (Bus, ACC, VP, SLU)	135,388,782	149,654,862	149,654,862	149,654,862	-	
Other Operations Revenue	11,112,349	11,066,325	11,066,325	11,066,325	-	
Sales Tax	397,576,059	411,906,300	411,906,300	411,906,300	-	
Property Tax	22,629,077	24,275,638	24,275,638	24,275,638	-	
Congestion Relief Charge	-	13,174,530	13,174,530	13,174,530	-	
Interest Income	3,016,044	1,369,368	1,369,368	1,369,368	-	
Grants	189,265,348	129,209,653	129,209,653	131,334,599	2,124,946	Shift of expected 2011 CIP grants to 2012.
Sound Transit Payments	69,776,565	71,061,401	71,061,401	71,061,401	-	
Support of Other KC Divisions	3,070,706	2,962,717	2,962,717	2,962,717	-	
Miscellaneous	24,706,171	20,354,514	20,354,514	18,041,683	(2,312,831)	Early receipt of CIP misc. revenue in 2011.
<b>Total Revenues</b>	<b>856,541,101</b>	<b>835,035,308</b>	<b>835,035,308</b>	<b>834,847,423</b>	<b>(187,885)</b>	
<b>Expenditures</b>						
Transit	(593,233,583)	(643,737,793)	(643,737,793)	(643,737,793)	-	
Transit Administration	(13,885,169)	(5,802,222)	(5,802,222)	(5,802,222)	-	
Capital	(270,975,707)	(225,126,957)	(225,126,957)	(235,557,588)	(10,430,631)	Shift of expected 2011 expense to 2012.
Debt Service	(17,004,838)	(17,001,343)	(17,001,343)	(17,001,343)	-	
<b>Total Expenditures</b>	<b>(895,099,297)</b>	<b>(891,668,315)</b>	<b>(891,668,315)</b>	<b>(902,098,946)</b>	<b>(10,430,631)</b>	
Operating Program	-	6,495,400	6,495,400	6,495,400	-	
Capital Program	-	(2,594,580)	(2,594,580)	(2,594,580)	-	
<b>Estimated Underexpenditures</b>		<b>3,900,820</b>	<b>3,900,820</b>	<b>3,900,820</b>	-	
<b>Other Fund Transactions</b>						
Debt Proceeds	-	-	-	-	-	
Misc Balance Adjustments	10,458,009	2,403,675	2,403,675	2,403,675	-	
<b>Total Other Fund Transactions</b>	<b>10,458,009</b>	<b>2,403,675</b>	<b>2,403,675</b>	<b>2,403,675</b>	-	
<b>Ending Fund Balance</b>	<b>458,736,481</b>	<b>401,844,686</b>	<b>408,407,969</b>	<b>397,789,453</b>	<b>(4,055,233)</b>	
<b>Designations and Reserves</b>						
Operating Ending Target Requirement	(24,950,086)	(26,693,425)	(26,693,425)	(26,693,425)	-	
Revenue Stabilization Reserve	(38,327,279)	(118,457,450)	(125,020,733)	(114,402,217)	4,055,233	
Capital Ending Target Requirement	(122,711,650)	(86,004,537)	(86,004,537)	(86,004,537)	-	
RFRF Ending Target Requirement	(194,007,878)	(153,604,211)	(153,604,211)	(153,604,211)	-	
Bond Ending Reserve Requirement	(16,803,303)	(17,072,247)	(17,072,247)	(17,072,247)	-	
<b>Total Designations and Reserves</b>	<b>(396,800,196)</b>	<b>(401,831,870)</b>	<b>(408,395,153)</b>	<b>(397,776,637)</b>	4,055,233	
<b>Ending Undesignated Fund Balance</b>	<b>61,936,285</b>	<b>12,817</b>	<b>12,817</b>	<b>12,817</b>	<b>(0)</b>	
<b>Target Fund Balance</b>	<b>236,261,266</b>	<b>401,831,870</b>	<b>408,395,153</b>	<b>397,776,637</b>	<b>(4,055,233)</b>	

## Financial Plan Notes:

<sup>1</sup> Actuals are taken from ARMS/IBIS 14th Month or 2011 CAFR.

<sup>2</sup> Adopted is taken from 2012 Adopted Budget Book or Essbase Budget System.

### Non-GF Financial Plan

Fund Name: Employee Benefits  
Fund Number: 5500  
Prepared by: Ruth Hultengren

2nd Qtr Report  
Date Prepared: 7/31/2012

Category	2011 Actual <sup>1</sup>	2012 Adopted <sup>2</sup>	2012 Revised	2012 Estimated	Estimated-Adopted Change	Explanation of Change
<b>Beginning Fund Balance</b>	<b>45,161,347</b>	<b>41,046,703</b>	<b>46,618,484</b>	<b>46,618,484</b>	5,571,781	
<b>Revenues</b>						
* Flexrate Recovery	178,166,974	196,967,520	196,967,520	190,301,692	(6,665,828)	Enrollment is 400 FTE's fewer than projected.
* Sheriff Flexrate Recovery	10,592,982	11,618,688	11,618,688	11,229,560	(389,128)	
* Interest Revenue	341,760	172,400	172,400	172,400	-	
* Other Non-Flexrate Revenue	16,328,808	20,014,763	20,014,763	16,214,328	(3,800,435)	Cobra/Retiree enrollment lower than projected; lower FTE count results in lower self pay revenue.
<b>Total Revenues</b>	<b>205,430,525</b>	<b>228,773,371</b>	<b>228,773,371</b>	<b>217,917,980</b>	<b>(10,855,391)</b>	
<b>Expenditures</b>						
* Insurance Premiums	(190,400,237)	(206,680,797)	(206,680,797)	(189,155,732)		2012 Estimated is based on the Actuary's most recent projection of 2012 costs.
* Sheriff Insurance Premiums	(9,204,908)	(10,357,788)	(10,357,788)	(10,216,745)		
* Benefits Administration	(4,368,242)	(4,446,927)	(4,446,927)	(4,446,927)		Contingency is not needed.
* Reserve/Contingency		(3,583,933)	(3,583,933)		3,583,933	
<b>Total Expenditures</b>	<b>(203,973,387)</b>	<b>(225,069,445)</b>	<b>(225,069,445)</b>	<b>(203,819,404)</b>	<b>21,250,041</b>	
<b>Estimated Underexpenditures</b>						
<b>Other Fund Transactions</b>						
<b>Total Other Fund Transactions</b>	-	-	-	-	-	
<b>Ending Fund Balance</b>	<b>46,618,484</b>	<b>44,750,629</b>	<b>50,322,410</b>	<b>60,717,060</b>	15,966,431	
<b>Designations and Reserves</b>						
* Incurred But Not Reported (IBNR) <sup>7</sup>	(19,525,000)	(15,524,000)	(15,524,000)	(18,854,000)	(3,330,000)	Per Actuary 3/13/2012 report.
* Rate Stabilization Reserve <sup>8</sup>	(27,093,484)	(29,226,629)	(34,798,410)	(41,863,060)	(12,636,431)	Undesignated Fund Balance accumulation.
* Claims Fluctuation Reserve (CFR)					-	
<b>Total Designations and Reserves</b>	<b>(46,618,484)</b>	<b>(44,750,629)</b>	<b>(50,322,410)</b>	<b>(60,717,060)</b>	<b>(15,966,431)</b>	
<b>Ending Undesignated Fund Balance</b>	-	-	-	-	-	

**Financial Plan Notes:**

<sup>1</sup> Actuals are taken from ARMS/IBIS 14th Month or 2011 CAFR.

<sup>2</sup> Adopted is taken from 2012 Adopted Budget Book or Essbase Budget System.